GOVERNMENT OF INDIA
LABOUR
LOK SABHA

UNSTARRED QUESTION NO:2098
ANSWERED ON:29.07.2002
CHANGES IN INVESTMENT NORMS OF EPF
SUBODH MOHITE

Will the Minister of LABOUR be pleased to state:

(a) whether the Government have received any request from Employees Provident Fund Organisation to change investment norms of the fund;

(b) if so, the details thereof;

(c) whether Dave Committee has made any recommendations in his report in this regard;

(d) if so, the details thereof; and

(e) the reaction of the Government thereto?

Answer

MINISTER OF STATE IN THE MINISTRY OF LABOUR (SHRI ASHOK PRADHAN)

(a) to (e): The Central Board of Trustees (Employees` Provident Fund) has recommended greater flexibility in investment of funds between Central Government Securities, State Government Securities and Public Sector Bonds, etc.

Dave Committee in its report examined and recommended the matter of Old Age Social and Income Security for the workers.The committee, inter-alia, suggested a new regulatory agency namely the Indian Pension Authority (IPA).One of the primary roles of IPA suggested in the report is prescription of the investment guidelines and accounting standards for Pension Fund Managers.